

**FISCAL NOTE
PRIVATE COST**

- I. Department Title:** 2 – Department of Agriculture
Division Title: 80 – State Milk Board
Chapter Title: 5 - Inspections

Rule Number and Title:	2 CSR 80-5.010 Inspection Fees
Type of Rulemaking:	Proposed Amendment

II. SUMMARY OF FISCAL IMPACT

Estimate of the number of entities by class which would likely be affected by the adoption of the rule:	Classification by types of the business entities which would likely be affected:	Estimate in the aggregate as to the cost of compliance with the rule by the affected entities:
26	Grade A Dairy Coops, Plants & Distributors Instate	\$130,892.91
53	Grade A Dairy Plants & Distributors Outside Missouri	\$53,933.03

III. WORKSHEET

Instate Coops, Plants, & Distributors:

Volume (FY2014) - 1,308,929,138 x .0004(FY2015) = \$523,571.66

Volume (FY2014) - 1,308,929,138 x .0005(FY2016) = \$654,464.57

Fiscal Impact: \$130,892.91

Out of State Plants & Distributors:

Volume (FY2014) - 1,078,660,728 x .0004(FY2015) = \$431,464.30

Volume (FY2014) - 1,078,660,728 x .00045(FY2016) = \$485,397.33

Fiscal Impact: \$53,933.03

IV. ASSUMPTIONS

Inspection fees for FY2015 were 4¢ per hundred weight on milk produced on farms inspected by the State Milk Board or its contracted local authority and 4¢ per hundred weight on milk imported from areas beyond the points of routine inspection.

The State Milk Board proposes to raise the fees for FY2016 to 5¢ per hundred weight on milk produced on farms inspected by the State Milk Board or its contracted local authority and 4.5¢ per hundred weight on milk imported from areas beyond the points of routine inspection.

All estimates shown are based upon milk inspection fees collected during FY2014.

Varying conditions (drought, severe cold weather, market conditions, etc.) effect total pounds of milk marketed, thereby effecting cost to private entities.